

Kenya Shippers Council

The Voice of Cargo Owners

Kenya Shippers Council Quarterly Progress Report

Submitted to USAID-COMPETE Program

Reporting Period: July to September 2011

Grant Activity Title: "Achieving Logistical Competitiveness of Eastern Africa Cargo Owners through the Enhanced Capacity of the Shippers Council"

Grant Agreement No. KSC-STA-010-013

Duration: January 1st 2010 to December 31st 2010 with no Cost Extension to December 2011

Date of Submission: 5th September 2011

1. Summary

The third quarter activities were centred on advocacy issues aimed at improving efficiency at the port and on the logistics chain. Two major milestones were achieved in this regard namely, the appointment of a board of directors for KENTRADE and the gazettement of the Commercial Maritime Regulations of the Merchant Shipping Act. Prior to the gazettement of the maritime regulations, KSC had organized a competitive forum with maritime stakeholders in Mombasa to discuss strategies to push for the gazettement of these regulations. This report discusses in detail the specifics of these activities as undertaken between July and September 2011.

1.1. Summary of Key Activities and Accomplishments over the Reporting Quarter

1.1.1. Member Services and Advocacy

KSC and KPA held a meeting on 6th July 2011 at KSC headquarters to discuss operational challenges at the port and strategies to address these challenges. This meeting was attended by among others:

- Mr. Gilbert Langat, CEO KSC
- Eng. Joseph Atonga, Chief Operations Manager
- Mr. Amos S. Wangora, Principal Operations Manager (in-charge of CFSs)
- Mr. Charles Kisewa Snr. Customer Care Officer
- Mr. Symon K. Wahome, Manager, Inland Container Depots
- Agayo Ogambi, Membership Development Officer.

The purpose of the meeting was to discuss short term measures to improve port efficiency and cargo clearance times. A detailed report on the proceedings of this meeting is attached in annex II of this report.



ICD Manager Simon Wahome (left) and KSC CEO Gilbert Langat (right) during the KSC - KPA meeting

The KSC newsletter issue No. 5 of September 2011 was sent out on the month of September. The issue contains a number of topical discussions that include the following:

- Maritime Regulations: What is the way forward?
- 56 Tonnes it is, say EAC Partner States

- KRA on Export of Perishables
- Proposed KAA Parking Rates not effected
- Council launches online Information Database
- Tripartite Meeting on elimination of NTBs
- COMESA and CIDA to fund SW initiatives

The entire newsletter can be found on the KSC website by following this link http://www.kenyashippers.org/component/acajoom/mailing/view/listid-1/mailingid-8/ltemid-9.html

1.1.2. Knowledge Management

A draft policy paper on Axle Load Regulations and Weighbridge Management is currently under the editing process. It is hoped that this paper will be published and widely circulated in the fourth quarter.

The quarterly tracking of transit performance indicators has been modified to include a set of variables that had not previously been captured. This set of transit data will be shared with the COMPETE Transit team by September 15th 2011 since the process of data collection is currently still underway.

Two consultancies were directly contracted by COMPETE on behalf of KSC during the second quarter to develop the following pieces of works:

- East Africa's Handbook for Regional and International Trade
- The Directory of Logistics Service Providers

Correspondence between the KSC secretariat and COMPETE transit team indicates that a scope of works for publishing these tow pieces of work has been circulated.

Membership Development

KSC membership has increased from 56 to 60 over the third quarter period. Membership retention has hit the 100% mark as all the current membership has paid up its annual subscription.

2. Planned Activities for the Second Quarter of 2011

- Scoping mission to Uganda and Rwanda to develop strategic partnerships with BMOs and PSOs in these countries
- Workshop on Women in Logistics in partnership with FEAFFA
- Publish policy paper on Unlocking the EAC Axle Load Stalemate

3. Key challenges Encountered and Proposals for Future Programme Implementation

The COMPETE project is coming to an end and most of the project activities are on their final stretch. The third quarter was quite slow as most of the activities undertaken had minimal or no budgetary implications. One of the major challenges encountered during the project period was lack of effective communication channels between KSC staff and the COMPETE project team. This issues were clearly highlighted in a meeting held between COMPETE Transit Team and the KSC secretariat on Friday 2nd September 2011. The general agreement of this meeting was that the two teams will work towards enhancing their communication in future.